BEFORE THE 1 SHORELINES HEARINGS BOARD STATE OF WASHINGTON 2 IN THE MATTER OF A SHORELINE 3 SUBSTANTIAL DEVELOPMENT PERMIT ISSUED BY THE TOWN OF FRIDAY HARBOR TO DERRY AND BRAD GISLASON AND BILL GIESY, 5 NORM and JOAN SCHWINGE, 6 Appellants, 7 SHB No. 84-31 and 8 FINAL FINDINGS OF FACT, STATE OF WASHINGTON, CONCLUSIONS OF LAW AND 9 DEPARTMENT OF ECOLOGY, ORDER 10 Appellant/Intervenor, 11 ν, 12 TOWN OF FRIDAY HARBOR, DERRY and BRAD GISLASON, and 13 BILL GIESY, 14 Respondents. 15 This matter, the request for review of a shoreline substantial

development permit granted by the Town of Friday Harbor to Derry and

Brad Gislason and Bill Giesy, came on for hearing before the

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Shorelines Hearings Board, Lawrence J. Faulk, Gayle Rothrock, Wick Dufford, Nancy R. Burnett, Rodney M. Kerslake, and Beryl Robison, Members, convened at Friday Harbor, Washington, on November 20 and 21, 1984. Administrative Appeals Judge William A. Harrison presided. Closing arugment was presented to the Board convened at Seattle, Washington, on February 20, 1985.

Appellants Schwinge were represented by their attorney, Peter J.

Eglick. Appellant State of Washington, Department of Ecology, was represented by Jay J. Manning, Assistant Attorney General.

Respondents Gislasons and Giesy were represented by their attorney, Richard W. Pierson. Respondent Town of Friday Harbor was represented by Donald E. Eaton, Town Attorney. Reporter Gene Barker provided court reporting services.

Witnesses were sworn and testified. Exhibits were examined. From the testimony heard and exhibits examined, the Shorelines Hearings Board makes these

FINDINGS OF FACT

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This matter arises in the Town of Friday Harbor on San Juan Island.

II

Running more or less parallel to the Town's waterfront is Front Street which intersects at right angles with the foot of Spring Street. The Town's long-established central business district is aligned along both sides of Spring Street.

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The site in question is located at Spring and Front Streets, upland of Front. It is, so to speak, the cornerstone of business locations on that side of Spring Street. Its counterpart on the other side of Spring Street would be the building which houses the Raven House Gallery and other retail stores and restaurants.

IV

The site fronts 100 feet along Front Street and 75 feet along Spring Street. It is chiefly vacant. There is one small building containing a T-shirt business known as the "Shirt Shack" and also an ice machine.

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The site is not a waterfront lot. Across Front Street (waterward) from the site is a restaurant, marina and gas dock. On the other side of Spring Street and across Front from the Raven House Gallery are a restaurant, the Washington State Ferry Terminal and an extensive development of condominiums and retail shops known as Cannery Village. These uses across Front Street provide public access in varying measures at each of their waterfront locations.

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Moving inland up Spring Street from the site there is a realty office followed by the San Juan Inn which is owned by appellants Mr. and Mrs. Schwinge. The Schwinges have recently constructed a parlor within their Inn for the use of their guests. Presently, the view from the parlor, which is across the site, encompasses nearly all of

FINAL FINDINGS OF FACT, CONCLUSIONS OF LAW & ORDER SHB No. 84-31 the harbor.

VII

On September 1, 1983, respondents Derry and Brad Gislason and Bill Geisy applied to the Town for a shoreline substantial development permit. They proposed to develop an inn on the site in question. It would consist of four levels, one for parking and three for guest rooms. It would contain 36 units as proposed to the Town. At the hearing before this Board the applicants expressed a willingness to reduce the number of units to 34 so as to allow 13 spaces for cars on its parking level.

VIII

Within the central business district along Spring Street in the vicinity of the site, buildings are uniformly two stories in height. The proposed development with parking level and three stories would, by virtue of its third story, block the view from the San Juan Inn parlor. This would deprive substantial numbers of people, guests at the San Juan Inn, from enjoying that view of the harbor. The public's view of the harbor from Spring Street would also be reduced proportionately more than if the proposal were of the two-story scale common to the area.

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Transient accommodations on San Juan Island are often fully occupied, or nearly so, during the summer tourist season.

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The proposed development would be within shorelines designated FINAL FINDINGS OF FACT, CONCLUSIONS OF LAW & ORDER SHB No. 84-31

1 "urban" by the Friday Harbor Shoreline Haster Program (FHSMP). The proposed development is "commercial" as that term is used in 3 4 the FHSMP. 5 XII 6 The PHSMP permits commercial use in the urban environment as 7 follows: 8 Commercial development shall be permitted in the Urban Environment subject to the policies and 9 regulations contained in this Master Program... (Emphasis added.) FHSMP Section 5.07 (Urban), p.30. 10 XIII 11 The pertinent policies and regulations of the FHSMP relating to 12 commercial development are: 13 Policies 14 1. Commercial development on the shorelines should 15 consist of uses which are water dependent and/or uses which will provide an opportunity for 16 substantial numbers of people to enjoy the shorelines. 17 New conmercial developments should be encouraged 18 to locate in those areas where commercial uses already exist. 19 An assessment should be made of the effect any 20 proposed commercial activity and/or structure will have on a scenic view significant to a given 21area or enjoyed by a significant number of people. 22 Parking facilities should be placed inland, away from the water's edge and recreational beaches, 23 and, where necessary, should be screened to minimize their visual impact on the shorelines 24 and should include devices to control surface runoff and prevent pollution of nearby water 25 bodies. 26 FINAL FINDINGS OF FACT, CONCLUSIONS OF LAW & ORDER 27 SHB No. 84-31 5

1 2	5. Commercial developments that abut the water's edge should provide visual and/or physical access to the shoreline for the public.					
3	6. All commercial developments should respect the					
4	natural resources and systems of the shoreline environment.					
5	General Regulations					
6	1. Applications for commercial development shall					
7	include a detailed statement explaining the nature and intensity of the water dependency or					
8	orientation of the proposed activity. Such statement shall include at least the following:					
9	a. nature of the commercial activity;					
10	b. need for shoreline frontage;					
11	c. proposed measures to enhance the relationship					
12	of the activity to the shoreline;					
13	d. proposed provisions for public visual and/or physical access to the shoreline.					
14	FHSMP Section 5.07, page 29.					
15	XIV					
16	Other pertinent policies of the FHSMP are these relating to					
17	economic development:					
18	3. Anyone who seeks to establish a commercial or					
19	industrial activity within any shoreline area should bear the burden of demonstrating that the					
20	upland areas are not feasible for the proposed use will be compatible with the Master Program.					
21						
22	 Hajor development or construction along the shorelines, other than single family residences, 					
23	should not be permitted except where the sponsor thereof, public or private, can demonstrate					
24	overriding public necessity or public benefit.					
25	 The location, density, configuration, setback and other aspects of all shoreline developments 					
26	should be appropriate to the site and vicinity					
27	FINAL FINDINGS OF FACT,					

and should conform to the physical limitations of the site.

PHSMP Section 3.03, page 5.

and this relating to conservation:

Preservation of scenic views and vistas should be encovraged.

FHSMP Section 3.07, page 8.

ΧV

In the intersection of Spring and Front Streets there is a Town park, circular in shape, so that a traffic circle forms the hub of the intersection. The flow of traffic through this circle is the key factor in blending traffic from the State Ferry, the central business district and the 400 or so slips of the Port of Friday Harbor Marina, which is on the same arm of Front Street as the site. Presently there is 35 feet of street clearance between the park and the curb adjacent to the site. Although the application made to the Town does not clarify the point, a later rendition of the proposal indicates that this street clearance would be reduced to 17 feet by the proposal. The later rendition also shows on-street, angle parking on Front Street. This would reduce, accordingly, the width of Front Street where it connects the Port's marina with the center of the Town.

XVI

The present street widths and clearances at the traffic circle result in traffic congestion, especially during the busy summer months.

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Pertinent traffic policy within the FHSMP states:

5. Roads chould be maintained at widthe consistent with safety standards for limited speeds.

This policy furthers the broader goal:

To develop sure, safe economical transportation systems to assure efficient movement of people, with minimum disruption of the shoreline environment and minimum conflict between different types of users.

FHSMP Section 3.05, pages 6-7.

XVIII

Pertinent parking regulations of the FHSMP are:

- Parking areas shall not be located on shorelines unless it can be shown that the parking area is an essential accessory to a permitted use and that it could not feasibly be located on an upland site; provided that parking areas designed to serve ferry terminals shall be permitted on the chorelines.
- Upland parking areas serving shoreline uses shall be linked to said uses by safe, pedestrian access.

FHSHP Section 5.19, page 58 made applicable by Section 5.07, Regulation 6, page 30.

XIX

The Town required preparation of an environmental impact statement (EIS) following its declaration that the proposal would significantly affect the quality of the environment. The EIS made reference to the "no action" alternative but did not describe any other alternative to the proposal. Reasonable alternatives exist to develop the site at lower environmental cost as regards view obstruction and traffic circulation.

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The EIS was not circulated to the State Department of Ecology for comment at the draft stage.

XXI

Following receipt of the shoreline permit application, this notice was published on September 7 and 14, 1983, in a newspaper of general circulation:

PUBLIC NOTICE

NOTICE OF APPLICATION FOR SHORELINE MANAGEMENT SUBSTANTIAL DEVELOPMENT PERMIT

Notice is hereby given that Brad Gislason, Derry Gislason and Bill Giesy have filed an application for a substantial Development Permit for property owned by San Juan Lodge No. 175 F. & A.M., Friday Harbor, Washington. Said development permit would be for the construction of a 36 unit inn located at the southwest corner of Spring and Front Streets within Section 13 of Township 35 North, Range 3 West W.M., in Friday Harbor, San Juan County, Washington. Said development is not within the harbor of Friday Harbor and/or its associated wetlands. Any person desiring to express his views or to be notified of the action taken on this application should notify the Town Administrator in writing of his interest within thirty days of the final date of publication of this notice which is September 14, 1983. Written comments must be received by October 14, 1983. No. 111(2T) September 7, 14, 1983 (Emphasis added.)

This notice was republished on February 1 and 8, 1984.

XXII

On April 4, 1984, the following notice announcing a public hearing before the Town Council was published in the newspaper:

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NOTICE OF PUBLIC HEARING A SHORELINE DEVELOPMENT PERMIT FRONT STREET INN

Notice is hereby given that Derry and Brad Gislason and Bill Giesy d/b/a Front Street Inn has filed an application for a substantial development permit for the development of a motor inn at the intersection of Spring and Front Streets, Friday Harbor, Washington. Said development is proposed to be within the Harbor of Friday Harbor and/or its associated wetlands. Town of Friday Harbor Town Council will review said proposal on April 5, 1984, at Town Hall 60 Second Street at 8:00 P.M. No. 327(IT) April 4, 1984

Apparently, on the following day, April 5, 1984, the Town Council did meet and remand the matter to the Planning Commission. There is no evidence that public comment was received.

IIIXX

On June 21, 1984, without notice that a public hearing would occur, the Town received the recommendation of its Planning Commission that the proposed development be denied. It also accepted public comment, including that of the project applicants and persons present who were opposed to the project. It acknowledged, however, that the proceeding was not a public hearing. The Town Council then approved the application. Appellants, Mr. and Mrs. Schwinge filed their request for review on July 5, 1985. Department of Ecology intervened as party appellant.

XXIV

The Town Council's approval came to the attention of The Friends of the San Juans, a non-profit corporation organized to promote land use planning in San Juan County. Lacking notice that the Town Council FINAL FINDINGS OF FACT, CONCLUSIONS OF LAW & ORDER

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would conduct a public hearing, the Friends directed their comments in opposition to the proposal to the Department of Ecology. There was then no longer a local forum in which to express that opposition.

VXX

Any Conclusion of Law which is deemed a Finding of Fact is hereby adopted as such.

From these Findings of Fact the Board comes to these CONCLUSIONS OF LAW

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Notice. A notice of application for shoreline development permit must be provided by the local government, in this case the Town. 90.58.140(4). The form of notice for publication is prescribe by Department of Ecology (DOE) rule at WAC 173-14-070. The enigmatic notice published four times in September, 1983, and February, 1984, wherein it was stated that the proposal was not within wetlands of the harbor was incorrect. Wetlands are defined by the Shoreline Management Act (SMA) to include the 200 feet landward from the ordinary high water mark. RCW 90.58.030(2)(f). The parties have stipulated that the proposal would be within statutory wetlands, and the application for shoreline permit was made for that reason. Neither can the notice published by the Town on April 4, 1984, be called correct notice of application as it did not state the statutory 30 days thereafter for public comment. RCW 90.58.140(4). proceeding of the Town Council on June 21, 1984, though perhaps unintentionally, became a public hearing when comment received there

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augmented the basis upon which the Council approved this permit. No notice of this public hearing was provided, though the same is required by the SMA. RCW 90.58.140(4) (b)(iii). The aggregate effect of these errors was to mislead interested persons as to the issue and their opportunity to comment upon it. Notice of the shoreline application and public hearing was inconsistent with RCW 90.48.140(4) and WAC 173-14-070.

II

Environmental Impact Statement. The environmental impact statement (EIS) provided by the Town for this proposal failed to present reasonable alternatives that could feasibly attain or approximate the proposal's objectives but at a lower environmental cost, particularly in the areas of view obstruction and traffic circulation. The EIS is inconsistent with WAC 197-10-440(12)(a)(i). See also WAC 197-11-440(5)(b). The draft EIS was not sent to DOE and the EIS is thus inconsistent with WAC 197-10-460(1)(a). See also WAC 197-11-455(1)(a). The EIS in this matter is inadequate to meet the requirements of RCW 43.21C.030(2)(c)(iii) and (d) and the above implementing rules.

III

Use of the Site for an Inn. Appellants contend that an inn is an inappropriate use for the site because !) it is not water dependent and 2) it does not provide access to the shoreline except by the view provided to guests. We disagree.

First, neither the statute nor the Friday Harbor Shoreline Master Program (FHSMP) call for mandatory water dependent uses. To the

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contrary, uses are allowed which provide an opportunity for substantial numbers of people to enjoy the shorelines. RCW 90.58.020 and FHSMP Section 5.07, Policy 1, page 29. An inn would be consistent with these provisions and FHSMP Section 5.07, Policy 2, page 29, that new commercial developments should be encouraged to locate in those areas where commercial use already exist. (See Finding of Fact XIII, supra.)

Second, FHSMP Section 5.07, Policy 5, page 29, provides that commercial developments that abut the water's edge should provide visual and/or physical access to the shoreline for the public. Our holding in <u>Gislason v. Town of Friday Harbor</u>, SHB No. 81-22 (1981) was consistent with this policy in that we reversed a permit for a motel on a site abutting the water's edge where no substantial access to the shorelines was provided for non-guests. It is likewise consistent with the above policy and RCW 90.58.020 to conclude, as we do now, that where a site like this one does not abut the water's edge but intervening uses which do abut the water do provide shoreline access for all, that the use on this site may consist of an inn without substantial access for non-guests.

The use of the site for an inn has not been shown to be inconsistent with the SMA or FHSMP.

IV

Height and View. While an inn, as a type of use, appears to be appropriate to the site, it is so chiefly for the visual access to the shoreline which it will provide to a substantial number of people.

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See RCW 90.58.020 and FHSMP Section 5.07, Policy I, page 29 as discussed in Conclusion of Law III, above. The specific inn being proposed, however, is of a scale which exceeds that in the central business district where it would be located. Because of this it obliterates the visual access to the shoreline now enjoyed by the substantial number of peole who are quests at the San Juan Inn, located landward of the site. The logic of this, if carried further, would permit an out-of-scale structure waterward of the site to obliterate the water view of the proposed inn. We conclude that the proposed inn, by being of a greater scale than its associated buildings and thereby despoiling the scenic shoreline view now enjoyed by a significant number of people, is inconsistent with FHSMP Section 5.07, Policy 3, page 29 and FHSMP Section 3.03 Policy 7, page 5, and FHSMP Section 3.07 Policy 4, page 8, all as made applicable to commercial development by the Regulation for Urban Environment of Section 5.07, page 30. (See Findings of Fact XII, XIII, and XIV, supra.)

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Traffic and Parking. The original site diagram (Exhibit A-5) included in the permit application is without information as to 1) how far the proposed development would protrude into adjacent street right of way or 2) any final parking plan. A later rendition (Exhibit R-2) does show the relation of the proposed development to the right of way, and has some (but not all) parking. It is unclear whether the Town considered this later rendition. Lacking a final parking plan, FINAL FINDINGS OF FACT,

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neither diagram is adequate for the Town nor this Board to determine consistency of the proposed development with the traffic and parking policy and regulations of the FNSMP. See FHSMP Section 3.05, Policy 5, pages 6-7 and FHSMP Section 5.19, page 58 as made applicable to commercial development by the Regulation for Urban environment of Section 5.07, page 30, as set forth in Findings of Fact XII, XVII and XVIII, above. This determination should preceed the granting of any shoreline permit and should not be postponed because parking is also a subject under other Town ordinances.

VΪ

In summary, the shoreline permit under review was granted without adequate notice or an adequate EIS or an adequate application, and is inconsistent with the SMA and FHSMP regarding scale of the proposal and view obstruction. It has not been shown, however, that an appropriate application for an inn on this site could not be granted in the future. The permit under review should be reversed.

VII

Any Finding of Fact which is deemed a Conclusion of Law is hereby adopted as such.

From these Conclusions of Law the Board enters this

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ORDER

The shoreline substantial development permit granted by the Town of Friday Harbor to Derry and Brad Gislason and Bill Glesy (No. 31) is hereby reversed.

DONE at Lacey, Washington, this // day of April, 1985.

SHORELINE	S HEARIN	GS BOAR	D
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LAURENCE	J. FAULK	, Chair	man
4.0	R	c-th	rek

GAYLE BOTHROCK, Vice Chairman

WICK DUFFORD, Lawyer Member

NANCY R. BURNETT, Member

RODNEY H. KSRSLAKE, Member

BERYL ROBISON, Member

William Q. Harrison

WILLIAM A. HARRISON Administrative Appeals Judge

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